# JUDGE ENGELMAYER

LEE LITIGATION GROUP, PLLC

C.K. Lee (CL 4086)

Anne Seelig (AS 3976)

30 East 39<sup>th</sup> Street, Second Floor

New York, NY 10016

Tel.: 212-465-1188

Fax: 212-465-1181

Attorneys for Plaintiff and FLSA Collective Plaintiffs

# UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

ZHI ZHONG GUAN, on behalf of himself and FLSA Collective Plaintiffs,

Plaintiff,

٧.

Nov 2 7 2013 Case No:

13 CV 85111

**COMPLAINT** 

Jury Trial Demanded

BEST WINGERS LLC and AMGAD ELHOSSIENI,

Defendants.

Plaintiff, ZHI ZHONG GUAN (hereinafter, "Plaintiff"), on behalf of himself and FLSA Collective Plaintiffs, by and through his undersigned attorney, hereby files this Complaint against Defendants, BEST WINGERS, LLC and AMGAD ELHOSSIENI ("Defendant" or, collectively, "Defendants"), and states as follows:

## INTRODUCTION

- 1. Plaintiff alleges, pursuant to the Fair Labor Standards Act, as amended, 29 U.S.C. §§201 et. seq. ("FLSA"), that he and FLSA Collective Plaintiffs are entitled to recover from Defendants: (1) unpaid overtime, (2) unpaid minimum wages, (3) unpaid compensation due to time-shaving practices, (4) unpaid reimbursement for the purchase price, maintenance and fuel expenses of the motorcycle; (5) liquidated damages and (6) attorneys' fees and costs.
- 2. Plaintiff further alleges that, pursuant to the New York Labor Law, he and FLSA Collective Plaintiffs are entitled to recover from Defendants: (1) unpaid overtime, (2) unpaid minimum wages, (3) unpaid spread of hours premium, (4) unpaid compensation due to time-shaving practices, (5) unpaid reimbursement for the purchase price, maintenance and fuel expenses of the motorcycle, (6liquidated damages and statutory penalties and (7) attorneys' fees and costs.

# JURISDICTION AND VENUE

- 3. This Court has jurisdiction over this controversy pursuant to 29 U.S.C. §216(b), 28 U.S.C. §§1331, 1337 and 1343, and has supplemental jurisdiction over state law claims of Plaintiff and FLSA Collective Plaintiffs pursuant to 28 U.S.C. §1367.
  - 4. Venue is proper in the Southern District pursuant to 28 U.S.C. §1391.

### **PARTIES**

- 5. Plaintiff, ZHI ZHONG GUAN, is a resident of Queens County, New York.
- 6. Upon information and belief, Defendant, BEST WINGERS, LLC, is a domestic business corporation organized under the laws of New York, with a principal place of business located at 711 2<sup>nd</sup> Avenue, New York, New York 10016.

- 7. Upon information and belief, Defendant, AMGAD ELHOSSIENI, is the Chairman or Chief Executive Officer of Defendant, BEST WINGERS, LLC. AMGAD ELHOSSIENI exercised control over the terms and conditions of Plaintiff's employment and those of FLSA Collective Plaintiffs. With respect to Plaintiff and other FLSA Collective Plaintiffs, he exercised his power to (i) fire and hire, (ii) determine rate and method of pay, (iii) set employee schedules, and (iv) otherwise affect the quality of employment.
- 8. At all relevant times, each of Defendants, BEST WINGERS, LLC., was and continues to be an "enterprise engaged in commerce" within the meaning of the FLSA.
- 9. At all relevant times, the work performed by Plaintiff and FLSA Collective Plaintiffs were directly essential to the business operated by Defendants.
- 10. Plaintiff has fulfilled all conditions precedent to the institution of this action and/or such conditions have been waived.
- 11. Plaintiff brings claims for relief as a collective action pursuant to FLSA Section 16(b), 29 U.S.C. § 216(b), on behalf of all non-exempt persons employed by Defendants on or after the date that is three years before the filing of the Complaint in this case as defined herein ("FLSA Collective Plaintiffs").
- 12. At all relevant times, Plaintiff and the other FLSA Collective Plaintiffs are and have been similarly situated, have had substantially similar job requirements and pay provisions, and are and have been subjected to Defendants' decisions, policies, plans, programs, practices, procedures, protocols, routines, and rules, all culminating in a willful failure and refusal to pay them minimum wage and overtime premium at the rate of one and one half times the regular rate

for work in excess of forty (40) hours per workweek. The claims of Plaintiff stated herein are essentially the same as those of the other FLSA Collective Plaintiffs.

13. The claims for relief are properly brought under and maintained as an opt-in collective action pursuant to §16(b) of the FLSA, 29 U.S.C. 216(b). The FLSA Collective Plaintiffs are readily ascertainable. For purposes of notice and other purposes related to this action, their names and addresses are readily available from the Defendants. Notice can be provided to the FLSA Collective Plaintiffs via first class mail to the last address known to Defendants.

## STATEMENT OF FACTS

- 14. From in or about 2004, Plaintiff, ZHI ZHONG GUAN, was hired by Defendants and/or their predecessors, as applicable, to work as a delivery person for Defendants' restaurant located at 711 2<sup>nd</sup> Avenue, New York, New York 10016.
  - 15. Plaintiff worked for Defendants until on or about April 12, 2013.
- 16. During the employment of Plaintiff by Defendants, he worked over forty (40) hours per week. During Plaintiff's employment by Defendants, he worked over ten (10) hours per day.
- 17. Specifically, Plaintiff worked 5 days a week for 12 hours per day for 4 days and for 11 hours per day for 1 day. Plaintiff received his compensation on a daily salary basis, at a rate of \$50 per day in cash. Defendants willfully violated Plaintiff's rights by paying him on a salary basis, in violation of the New York Labor Law because Plaintiff is a non-exempt employee who must be paid on an hourly basis.
- 18. During Plaintiff's employment with Defendants, about once every week, Defendants required Plaintiff to deliver the last order after the store closes at 11 pm, which takes about 30 minutes. Plaintiff was never compensated in any way for such hours worked.

- 19. During Plaintiff's employment with Defendant, Plaintiff purchased a motorcycle for the exclusive purpose of providing delivery services for Defendants' customers. Defendants never reimbursed plaintiff for purchase price, maintenance and fuel expenses of the motorcycle.
- 20. Defendants knowingly and willfully operated their business with a policy of not paying Plaintiff and FLSA Collective Plaintiffs the FLSA overtime rate (of time and one-half) or the New York State overtime rate (of time and one-half).
- 21. Defendants knowingly and willfully operated their business with a policy of not paying either the FLSA minimum wage or the New York State minimum wage to the Plaintiff and FLSA Collective Plaintiffs.
- 22. Defendants knowingly and willfully operated their business with a policy of not paying the New York State "spread of hours" premium to Plaintiff and other non-exempt employees.
- 23. Defendants knowingly and willfully engaged in time-shaving practices in the operations of their business, leaving part of the hours actually worked by Plaintiff and FLSA Collective Plaintiffs uncompensated.
- 24. Defendants knowingly and willfully operated their business with a policy of not providing a proper wage statement to Plaintiff and other non-exempt employees, in violation of the New York Labor Law. In fact, Plaintiff did not receive any wage statements during his period of employment with Defendants.
- 25. Defendants knowingly and willfully operated their business with a policy of not providing a proper wage notice to Plaintiff and other non-exempt employees at the beginning of employment and annually thereafter, in violation of the New York Labor Law.
  - 26. Defendants took an improper tip credit with respect to Plaintiff and all other tipped

employees of the Defendants given Defendants' failure to: (i) provide proper notice to employees of their tipped credit minimum wage rate and the proper overtime rate thereon, (ii) maintain records of tips earned by employees, (iii) provide proper wage statements to employees showing deductions for tip credit allowance, as required under New York State law.

27. Plaintiff retained Lee Litigation Group, PLLC to represent him and other employees similarly situated in this litigation and have agreed to pay the firm a reasonable fee for its services.

## STATEMENT OF CLAIM

#### COUNT I

# VIOLATION OF THE FAIR LABOR STANDARDS ACT

- 28. Plaintiff realleges and reavers Paragraphs 1 through 24 of this Complaint as if fully set forth herein.
- 29. At all relevant times, upon information and belief, Defendants were and continue to be employers engaged in interstate commerce and/or the production of goods for commerce within the meaning of the FLSA, 29 U.S.C. §§ 206(a) and 207 (a). Further, Plaintiff is a covered individual within the meaning of the FLSA, 29 U.S.C. §§ 206(a) and 207 (a).
  - 30. At all relevant times, Defendants employed Plaintiff within the meaning of the FLSA.
- 31. Upon information and belief, at all relevant times, Defendant, BEST WINGERS, INC., had gross revenues in excess of \$500,000.
- 32. At all relevant times, the Defendants had a policy and practice of refusing to pay overtime compensation at the statutory rate of time and one-half to Plaintiff and FLSA Collective Plaintiffs for their hours worked in excess of forty hours per workweek.

6

- 33. Defendants failed to pay Plaintiff and FLSA Collective Plaintiffs overtime compensation in the lawful amount for hours worked in excess of the maximum hours provided for in the FLSA.
- 34. Plaintiff and FLSA Collective Plaintiffs worked hours for which they were not paid by Defendants the statutory minimum wage.
- 35. At all relevant times, the Defendants had a policy and practice of refusing to pay the statutory minimum wage to Plaintiff and FLSA Collective Plaintiffs for their hours worked.
- 36. Records, if any, concerning the number of hours worked by Plaintiff and FLSA Collective Plaintiffs and the actual compensation paid to Plaintiff and FLSA Collective Plaintiffs are in the possession and custody of the Defendants. Plaintiff and FLSA Collective Plaintiffs intend to obtain these records by appropriate discovery proceedings to be taken promptly in this case and, if necessary, will then seek leave of Court to amend this Complaint to set forth the precise amount due.
- 37. Defendants knew of and/or showed a willful disregard for the provisions of the FLSA as evidenced by their failure to compensate Plaintiff and FLSA Collective Plaintiffs at the statutory rate of time and one-half for their hours worked in excess of forty (40) hours per week when Defendants knew or should have known such was due.
- 38. Defendants failed to properly disclose or apprise Plaintiff of his rights under the FLSA.
- 39. As a direct and proximate result of Defendants' willful disregard of the FLSA, Plaintiff is entitled to liquidated damages pursuant to the FLSA.
- 40. Due to the intentional, willful and unlawful acts of Defendants, Plaintiff suffered damages, plus an equal amount as liquidated damages.

41. Plaintiff is entitled to an award of his reasonable attorneys' fees and costs pursuant to 29 U.S.C. §216(b).

## **COUNT II**

# VIOLATION OF THE NEW YORK LABOR LAW

- 42. Plaintiff realleges and reavers Paragraphs 1 through 43 of this Complaint as if fully set forth herein.
- 43. At all relevant times, Plaintiff was employed by the Defendants within the meaning of the New York Labor Law, §§2 and 651.
- 44. Defendants willfully violated Plaintiff' rights by failing to pay Plaintiff overtime compensation at rates not less than one and one-half times the regular rate of pay for each hour worked in excess of forty hours in a workweek.
- 45. Defendants willfully violated Plaintiff's rights by failing to pay Plaintiff minimum wages in the lawful amount for hours worked.
- 46. Defendants willfully violated Plaintiff's rights by failing to pay "spread of hours" premium to Plaintiff for each workday that exceeded ten (10) or more hours.
- 47. Defendants knowingly and willfully operated their business with a policy of not providing a proper wage statement to Plaintiff and other non-exempt employees, in violation of the New York Labor Law.
- 48. Defendants knowingly and willfully operated their business with a policy of not providing a proper wage notice to Plaintiff and other non-exempt employees at the beginning of employment and annually thereafter, in violation of the New York Labor Law.

- 49. Defendants willfully violated Plaintiff's rights by paying them on a salary basis, in violation of the New York Labor Law because Plaintiff is a non-exempt employee who must be paid on an hourly basis.
- 50. Due to the Defendants' New York Labor Law violations, Plaintiff is entitled to recover from Defendants his unpaid overtime, unpaid minimum wages, unpaid "spread of hours" premium, unpaid compensation due to time-shaving practices, unpaid reimbursement for the purchase price, maintenance and fuel expenses of the motorcycle, statutory penalties, damages for unreasonably delayed payments, reasonable attorneys' fees, and costs and disbursements of the action.

## PRAYER FOR RELIEF

WHEREFORE, Plaintiff on behalf of himself and FLSA Collective Plaintiffs, respectfully requests that this Court grant the following relief:

- a. A declaratory judgment that the practices complained of herein are unlawful under the FLSA and the New York Labor Law;
- b. An injunction against Defendants and their officers, agents, successors, employees, representatives and any and all persons acting in concert with them as provided by law, from engaging in each of the unlawful practices, policies and patterns set forth herein;
- c. An award of unpaid overtime compensation due under the FLSA and the New York Labor Law;
- d. An award of unpaid minimum wages due under the FLSA and the New York
  Labor Law;

- e. An award of unpaid "spread of hours" premium due under the New York Labor Law;
- f. An award representing unpaid compensation due to time-shaving practices under FLSA and the New York Labor Law;
- g. An award representing unpaid reimbursement for the purchase price, maintenance and fuel expenses of the motorcycle;
- h. An award of liquidated and/or punitive damages as a result of Defendants' willful failure to pay overtime compensation and minimum wages pursuant to 29 U.S.C. § 216;
- i. An award of liquidated and/or punitive damages as a result of Defendants' willful failure to pay overtime compensation, minimum wages and "spread of hours" premium pursuant to the New York Labor Law;
- j. An award of statutory penalties, and prejudgment and postjudgment interest;
- k. An award of costs and expenses of this action together with reasonable attorneys' and expert fees; and
- 1. Such other and further relief as this Court deems just and proper.

#### JURY DEMAND

Pursuant to Rule 38(b) of the Federal Rules of Civil Procedure, Plaintiff demands trial by jury on all issues so triable as of right by jury.

# Case 1:13-cv-08511-MHD Document 1 Filed 11/27/13 Page 11 of 11

Dated: November <u>27</u>, 2013

Respectfully submitted,

LEE LITIGATION GROUP, PLLC C.K. Lee (CL 4086)

Anne Seelig (AS 3976) 30 East 39<sup>th</sup> Street, Second Floor

New York, NY 10016

Tel.: 212-465-1188 Fax: 212-465-1181

Attorneys for Plaintiff and FLSA Collective Plaintiffs